

RESOLUTION NO. 3504

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LODI URGING THE ENACTMENT OF LEGISLATION WHICH WOULD PERMIT GENERAL LAW CITIES TO ISSUE REVENUE BONDS FOR EXTENSIONS AND IMPROVEMENTS TO MUNICIPAL ELECTRIC DISTRIBUTION AND GENERATION FACILITIES.

WHEREAS, Sections 54309 and 54309.1 of the Government Code of the State of California provide definitions of "Enterprise" for which revenue bonds may be used under the Revenue Bond Law of 1941; and

WHEREAS, said definitions include a wide range of revenue-producing activities of government including water systems, sewer systems, garbage systems, parking lots and garages, harbors, airports and hospitals; and

WHEREAS, Section 54310 of the Government Code specifically excludes electric systems from the definition of "Enterprises" which may be financed by the use of revenue bonds; and

WHEREAS, this discriminatory exception places an unjustified limitation on the means available for financing capital projects by local agencies operating electric systems; and

WHEREAS, this limitation does ~~not~~ apply to other utility operations by local agencies;

WHEREAS, AB 125, now before the Legislature, will remove the restrictions contained in Government Code Sections 54309 and 54310 relating to electric distribution facilities;

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Lodi that it supports legislation that would remove or modify the restriction on the use of revenue bonds for electric systems contained in Section 54310 of the Government Code.

BE IT FURTHER RESOLVED by the City Council of the City of Lodi that it supports the passage of AB 125 and that it urges the City's representatives in the California Legislature to support and vote for the proposed law.

BE IT FURTHER RESOLVED that copies of this resolution be sent to Senator Alan Short, Assemblyman Robert Monagan, and to the appropriate committees of the California State Legislature.

DATED: April 21, 1971

I hereby certify that Resolution No. 3504 was passed and adopted by the City Council of the City of Lodi in regular meeting held April 21, 1971 by the following vote:

AYES: Councilmen - Enhardt, Hughes, Katnich, Kirsten and Schaffer

NOES: Councilmen - None

ABSENT: Councilmen - None


BESSIE L. BENNETT
City Clerk